

FISCAL NOTE

HB 566 - SB 438

March 31, 2003

SUMMARY OF BILL: Enacts the "Inner-City Redevelopment Act of 2003" which:

- Authorizes the establishment of an inner-city redevelopment district initiated either by a petition of real property owners within the proposed district subject to approval by the local governing body or by adoption or a resolution of the governing body of a municipality.
- Requires a public hearing be held on the creation of the district with notice of such hearing published in a newspaper of general circulation and provides for individuals to file protests against the creation.
- Authorizes the municipality to borrow money and issue bonds to pay the cost of public improvements within the district and to pledge revenues from special assessments for payment on such debt.
- Provides for the creation of a district management corporation to make recommendations on the use of special assessment revenues and for administration of the activities of the district. Provides for the appointment of House and Senate members to the board of directors of the corporation.
- Outlines additional powers of the municipality with regard to the district including the construction of public improvements, property acquisition, business recruitment and retention efforts, and hiring employees.
- Authorizes the levy of special assessments against property within the district and outlines the costs that can be funded from such assessment revenues.
- Provides for the dissolution of the district by petition of property owners.

ESTIMATED FISCAL IMPACT:

Increase Local Govt. Expenditures - Exceeds \$100,000 / Permissive
Increase Local Govt. Revenues - Exceeds \$100,000 / Permissive

Estimate assumes that to the extent a district is created under the provisions of the bill:

- an increase in local government expenditures for public hearing notices, public improvements within the district, property acquisition, bond issuance costs, and administrative expenses estimated to exceed \$100,000.
- an increase in local government revenues from bond proceeds and special assessment revenues estimated to exceed \$100,000.

CERTIFICATION:

This is to duly certify that the information contained herein is true and correct to the best of my knowledge.



James A. Davenport, Executive Director